

United States Bankruptcy Court
Middle District of Tennessee

In re:
Capstone Pediatrics, PLLC
Debtor

Case No. 19-01971-RSM
Chapter 11

CERTIFICATE OF NOTICE

District/off: 0650-3

User: bmp2450
Form ID: pdf001

Page 1 of 1
Total Noticed: 1

Date Rcvd: Apr 03, 2020

Notice by first class mail was sent to the following persons/entities by the Bankruptcy Noticing Center on Apr 05, 2020.

db +Capstone Pediatrics, PLLC, 1420 Donelson Pike Suite B17, Nashville, TN 37217-3015

Notice by electronic transmission was sent to the following persons/entities by the Bankruptcy Noticing Center.
NONE. TOTAL: 0

***** BYPASSED RECIPIENTS *****

NONE. TOTAL: 0

Addresses marked '+' were corrected by inserting the ZIP or replacing an incorrect ZIP.
USPS regulations require that automation-compatible mail display the correct ZIP.

Transmission times for electronic delivery are Eastern Time zone.

I, Joseph Speetjens, declare under the penalty of perjury that I have sent the attached document to the above listed entities in the manner shown, and prepared the Certificate of Notice and that it is true and correct to the best of my information and belief.

Meeting of Creditor Notices only (Official Form 309): Pursuant to Fed. R. Bank. P. 2002(a)(1), a notice containing the complete Social Security Number (SSN) of the debtor(s) was furnished to all parties listed. This official court copy contains the redacted SSN as required by the bankruptcy rules and the Judiciary's privacy policies.

Date: Apr 05, 2020

Signature: /s/Joseph Speetjens

CM/ECF NOTICE OF ELECTRONIC FILING

The following persons/entities were sent notice through the court's CM/ECF electronic mail (Email) system on April 3, 2020 at the address(es) listed below:

BRUCE ANTHONY SAUNDERS on behalf of Interested Party Cigna Healthcare of Tennessee, Inc.
tsaunders@wyattfirm.com
BRUCE ANTHONY SAUNDERS on behalf of Interested Party Connecticut General Life Insurance
Company tsaunders@wyattfirm.com
BRUCE ANTHONY SAUNDERS on behalf of Interested Party HealthSpring Life and Health Insurance
Company, Inc. tsaunders@wyattfirm.com
DALTON M MOUNGER on behalf of Creditor A-Z Office Resource, Inc. dmounger@dmounger.com
DANIEL HAYS PURYEAR on behalf of Creditor Newtek Small Business Finance, LLC
dpuryear@puryearlawgroup.com, paralegalgroup@puryearlawgroup.com
DANIEL HAYS PURYEAR on behalf of Creditor CDS Business Services, Inc. d/b/a Newtek Business
Credit dpuryear@puryearlawgroup.com, paralegalgroup@puryearlawgroup.com
DAVID W HOUSTON, IV on behalf of Debtor Capstone Pediatrics, PLLC dhouston@burr.com,
mmayes@burr.com
EMILY CAMPBELL TAUBE on behalf of Debtor Capstone Pediatrics, PLLC etaube@burr.com,
mmayes@burr.com;sstarr@burr.com
GREGORY S REYNOLDS on behalf of Creditor SNH Medical Office Properties Trust
greynolds@rwjplc.com, kbarger@rwjplc.com;lnelson@rwjplc.com
JOSHUA L BURGNER on behalf of Creditor ARHC GMCLKT01, LLC jburgener@dickinsonwright.com,
dsolis@dickinsonwright.com;ppardee@dickinsonwright.com
MATTHEW RYAN GASKE on behalf of Creditor TN Dept of Revenue matthew.gaske@ag.tn.gov
MEGAN REED SELIBER on behalf of U.S. Trustee US TRUSTEE megan.seliber@usdoj.gov
MICHAEL G ABELOW on behalf of Creditor SL Airpark, LLC mabelow@srvhlaw.com,
sdossey@srvhlaw.com
MICHAEL G ABELOW on behalf of Creditor SL Airpark II, LLC mabelow@srvhlaw.com,
sdossey@srvhlaw.com
MILTON S. MCGEE, III on behalf of Creditor SNH Medical Office Properties Trust
tmcgee@rwjplc.com, dgibby@rwjplc.com
NATALIE M. COX on behalf of U.S. Trustee US TRUSTEE natalie.cox@usdoj.gov
R BURKE KEATY, II on behalf of Creditor LaVon House bkeaty@forthepeople.com,
jkeaty@forthepeople.com;anosal@forthepeople.com
RYAN K COCHRAN on behalf of Creditor Four Plus Corporation ryan.cochran@wallerlaw.com,
chris.cronk@wallerlaw.com;Deborah.liles@wallerlaw.com
SEAN CHARLES KIRK on behalf of Creditor Fairway-Galt, LLC skirk@bonelaw.com
THOMAS WORMOUTH SHUMATE, IV on behalf of Creditor Meridian Law, PLLC
tom.shumate@meridianlawpllc.com
US TRUSTEE ustpreion08.na.ecf@usdoj.gov
WARD W BENSON on behalf of Creditor United States of America on behalf of the Internal
Revenue Service ward.w.benson@usdoj.gov, Eastern.Taxcivil@usdoj.gov;james.j.wilkinson@usdoj.gov
WILLIAM L NORTON, III on behalf of Creditor Athenahealth bnorton@abac.com

TOTAL: 23

Dated: 4/3/2020



**IN THE UNITED STATES BANKRUPTCY COURT
FOR THE MIDDLE DISTRICT OF TENNESSEE
NASHVILLE DIVISION**

In re:)
) Case No. 3:19-bk-1971
CAPSTONE PEDIATRICS, PLLC,)
) Chapter 11
Debtor.)

CORRECTED AGREED ORDER AMENDING FINAL DIP ORDER

This matter coming before the Court on the *Expedited Debtor's Motion to Amend Final DIP Order to Allow for Additional Post-Petition Secured Financing and Extend Maturity Date* (Docket No. 193) (the "**Motion**"); the Court having reviewed the Motion; and reference hereby being made to that certain *Final Agreed Order (1) Authorizing the Debtor to Obtain Post-Petition Financing on a Senior Secured Superpriority Basis, (2) Authorizing the Use of Collateral and Granting Adequate Protection, and (3) Granting Related Relief* (Docket No. 104) (the "**Final DIP Order**"),¹ which, *inter alia*, approved the terms and conditions of the DIP Facility through the Maturity Date; and the Court having found that (a) this Court has jurisdiction over the Case commenced on March 28, 2019 (the "**Commencement Date**"), the Motion, and the parties and property affected hereby pursuant to 28 U.S.C. §§ 157 and 1334; (b) venue is proper before this Court pursuant to 28 U.S.C. §§ 1408 and 1409; (c) this is a core proceeding pursuant to 28 U.S.C. § 157(b); (d) under the circumstances, the notice given by Debtor of the Motion and the relief requested therein,

¹ Capitalized terms used but not defined herein shall have the meaning ascribed to them in the Final DIP Order

constitutes due and sufficient notice thereof and (c)(2), and no further notice of the relief granted herein is necessary or required; (d) the Motion is in full compliance with all applicable provisions of the Bankruptcy Code and the Federal Rules of Bankruptcy Procedure; and (e) entering this Order is reasonable under the circumstances. The Court having determined that the legal and factual bases set forth in the Motion establish just cause for the relief granted herein;

IT IS FOUND, DETERMINED, ORDERED AND ADJUDGED, that:

1. The request in the Motion to amend the Final DIP Order is GRANTED as specifically limited herein, and without prejudice to the ability of Debtor and/or CDS to move this court to further amend the Final DIP Order.

2. The Termination Date, as defined in Section 1.1 of the DIP Loan Agreement, as amended is hereby extended through and including through and including the earlier of (i) June 15, 2020, (ii) termination of the Dip Facility by CDS pursuant to Sections 3.1 or 9.1 of the DIP Loan Agreement, or as otherwise set forth below, (iii) dismissal of the Case, or (iv) the conversion of the Chapter 11 Case into liquidation proceedings under Chapter 7 of the Bankruptcy Code.

3. The Advance Limit under the DIP Loan Agreement is increased by \$215,000.00 (plus additional interest, fees and expenses) to accommodate additional funding needs set forth in the supplemental budget attached as Exhibit A, without the need to further amend the DIP Loan Agreement which shall be deemed amended by virtue of this order. However, without limiting or impairing in any way the discretionary nature of any advances already afforded to CDS under the DIP Loan Agreement and the Final DIP Order, the parties acknowledge and agree that CDS will be under no obligation, implied or otherwise, to advance more than \$100,000.00 (exclusive of costs, fees and expenses), or make any advances on or after April 30, 2020, whichever occurs first,

if by that time Debtor has not procured a signed stalking horse bid for a §363 sale acceptable to CDS, in its sole and absolute discretion.

4. In the event that CDS decides to terminate the DIP Facility pursuant to Sections 3.1 or 9.1 of the DIP Loan Agreement, or to refrain from making any additional advances as set forth above, CDS shall file with the court a notice of said termination with two (2) business days of said decision.

5. Debtor's Counsel's Carve-out is increased to \$275,000.00. The additional \$75,000 added to Debtor's Counsel's Carve-out will be shared by any professionals hired by an unsecured creditor's committee in the event one is formed. Unless otherwise agreed in writing by the parties, any payments made under the additional carve-out will be *pari-passu* with the repayment of the DIP Loan.

6. With the exception of the foregoing, all provisions of the Final DIP Order and the DIP Facility (including, without limitation, the DIP Loan Agreement, as amended by this order) shall remain in full force and effect, and the parties thereto do not waive any rights related thereto. For the elimination of any doubt, and without limitation, any additional sums advanced by CDS in accordance with this increase, and any interest, fees and expenses incurred by CDS, are also secured by the Post-Petition Priming Lien set forth in paragraph 9 of the Final DIP Order, the Super-Priority Claim set forth in paragraph 10 of the Final DIP Order, and the automatic perfection of liens set forth in paragraph 20 of the Final DIP Order.

7. Upon entry of this Order, and to the extent requested by CDS, Debtor shall execute such documents as shall be reasonably required by CDS to amend the DIP Loan Agreement as provided herein.

8. This Order shall be effective immediately upon entry.

This Order was signed and entered electronically as indicated at the top of the first page.

Approved for entry:

/s/ David W. Houston, IV

David W. Houston, IV, No. 20802

Emily C. Taube, No. 19323

Burr & Forman, LLP

222 Second Avenue South, Suite 2000

Nashville, TN 37201

615-724-32165 (phone)

615-724-3315 (fax)

dhouston@burr.com

etaube@burr.com

Counsel for Capstone Pediatrics, PLLC

/s/ Daniel H. Puryear (w/permission)

Daniel H. Puryear, No. 18190

Puryear Law Group, PLLC

102 Woodmont Boulevard, Suite 520

Nashville, TN 37205

(615) 630-6601 – Telephone

(615) 630-6602 – Facsimile

dpuryear@puryearlawgroup.com

Attorney for CDS Business Services, Inc., d/b/a Newtek Business Credit and Newtek Small Business Finance, LLC

Projected DIP Balance Week Ending	Actual 3/27/2020	Proj. 4/3/2020	Proj. 4/10/2020	Proj. 4/17/2020	Proj. 4/24/2020	Proj. 5/1/2020	Proj. 5/8/2020	Proj. 5/15/2020	Proj. 5/22/2020	Proj. 5/29/2020	Totals
Beginning DIP Balance	\$ 1,974,138	\$ 1,986,874	\$ 2,068,740	\$ 2,053,834	\$ 2,120,935	\$ 2,089,874	\$ 2,145,362	\$ 2,124,709	\$ 2,183,065	\$ 2,152,194	\$ 1,974,138
Disbursements/Draw Request											
Payroll	\$ -	\$ 94,742	\$ -	\$ 94,742	\$ -	\$ 94,742	\$ -	\$ 94,742	\$ -	\$ 94,742	\$ 473,710
Admin Rent	7,876	-	-	-	-	7,876	-	-	-	7,876	23,628
Southern Hills Rent	8,037	-	-	-	-	8,037	-	-	-	8,037	24,110
Smyrna Rent	-	-	-	-	9,754	-	-	-	9,754	-	19,508
Clarksville Rent	-	-	-	-	9,692	-	-	-	9,692	-	19,385
NES - Electricity	-	-	1,500	-	1,500	-	1,500	-	1,500	-	6,000
Piedmont Gas	-	400	-	400	-	400	-	400	-	400	2,000
City Wide - Cleaning Co.	-	-	4,440	-	-	-	-	-	-	-	4,440
Stratus - New Cleaning Co.	-	-	-	-	-	3,490	-	-	3,490	-	6,980
Flexential - Data Center	1,685	-	1,685	-	1,685	-	1,685	-	1,685	-	8,425
Mitel - Phones	2,648	-	-	-	2,500	-	-	-	2,500	-	7,648
Courier	3,020	-	1,510	-	1,510	-	1,510	-	1,510	-	9,060
Comcast	-	223	-	2,313	-	1,000	-	1,000	-	1,000	5,536
CubeSmart - Storage	7,314	-	-	-	-	-	-	-	-	-	7,314
Medical Supplies/Vaccines	-	1,500	1,500	-	1,500	-	-	1,500	1,500	-	9,000
Bank Fees	-	-	1,000	1,000	-	1,000	1,000	-	1,000	1,000	6,000
The Hartford - Insurance	854	-	-	-	-	854	-	-	-	-	1,708
American Proficiency Institute	271	-	-	-	-	-	-	-	-	-	271
ProAssurance	7,155	-	-	-	-	-	9,922	-	-	-	17,077
TN Dept of Labor	-	-	700	-	-	700	-	-	700	-	2,100
PracticeSuite	2,935	-	-	-	-	-	2,935	-	-	-	5,870
Access - Medical Records	-	-	-	3,646	-	3,889	-	-	-	-	7,535
Guardian - Dental/Vision Ins.	-	-	714	-	-	-	-	714	-	-	1,428
MBLab	-	-	-	-	2,775	-	-	-	2,775	-	5,550
Go Fish	137	-	-	-	-	-	-	-	-	-	137
North Labs	-	-	795	-	-	-	795	-	-	-	1,591
Mixon IT	-	-	-	-	6,023	-	-	-	6,023	-	12,046
Employee Reimbursement	1,546	-	-	-	-	-	-	-	-	-	1,546
US Trustee	10,273	-	-	-	-	-	-	-	-	-	10,273
Burr Forman	-	-	6,250	-	-	-	-	-	-	-	6,250
Chiron	26,000	20,000	-	-	-	-	-	-	-	-	46,000
Total Disbursements	\$ 79,751	\$ 116,865	\$ 20,094	\$ 102,101	\$ 36,939	\$ 123,487	\$ 19,347	\$ 98,356	\$ 42,129	\$ 113,055	\$ 752,126
Accrued Professional Fees											
Burr Forman	-	-	6,250	-	6,250	-	6,250	-	6,250	-	25,000
Chiron	-	-	20,000	-	20,000	-	20,000	-	20,000	-	80,000
Collections											
Collections	\$ 41,087	\$ 35,000	\$ 35,000	\$ 35,000	\$ 35,000	\$ 40,000	\$ 40,000	\$ 40,000	\$ 40,000	\$ 40,000	\$ 381,087
PCMH	25,928	-	-	-	33,000	28,000	-	-	33,000	28,000	147,928
Total Collections	\$ 67,015	\$ 35,000	\$ 35,000	\$ 35,000	\$ 68,000	\$ 68,000	\$ 40,000	\$ 40,000	\$ 73,000	\$ 68,000	\$ 529,015
Ending DIP Balance	\$ 1,986,874	\$ 2,068,740	\$ 2,053,834	\$ 2,120,935	\$ 2,089,874	\$ 2,145,362	\$ 2,124,709	\$ 2,183,065	\$ 2,152,194	\$ 2,197,249	\$ 2,197,249
DIP balance increase to get to sale	\$ 210,374										

This Order has been electronically signed. The Judge's signature and Court's seal appear at the top of the first page.
United States Bankruptcy Court.